Basic Financial Statements Governmental-wide Financial Statements

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Statement of Net Assets

June 30, 2008 *(expressed in thousands)*

Primary Government Governmental **Business-Type** Component **Activities Activities** Total Units **ASSETS** Cash and pooled investments \$ 7,849,675 \$ 7,377,465 \$ 15,227,140 58,554 Taxes receivable (net of allowance) 2,988,925 5,072 2,993,997 Other receivables (net of allowance) 1,172,710 1,275,103 2,447,813 1,401 Internal balances (net) 45,620 (45,620)3,329,864 Due from other governments 3,266,263 63,601 Inventories 73,510 170,601 97,091 Investments, noncurrent 4,035,851 12,547,911 16,583,762 22,041 Other assets 163,218 368,232 531,450 42,754 Capital assets (Note 6): Non-depreciable assets 19,556,275 309,902 34,767 19,866,177 Depreciable assets, net of depreciation 8,136,149 1,685,445 9,821,594 368,940 Total capital assets, net of depreciation 27,692,424 1,995,347 403,707 29,687,771 **Total Assets** \$ 47,311,777 \$ 23,660,621 \$ 70,972,398 \$ 528,457 LIABILITIES Accounts payable \$ 1,393,881 125,539 \$ 1,519,420 13,221 Contracts and retainage payable 156,124 20,087 2,908 176,211 Accrued liabilities 255,998 925,814 669,816 3,826 Obligations under security lending agreements 1,274,148 2,487,403 3,761,551 Due to other governments 777,673 28,928 806,601 Unearned revenue 929,866 55,199 985,065 2,487 Long-term liabilities (Note 7): Due within one year 1,037,879 2,152,083 3,189,962 37,795,106 Due in more than one year 14,975,785 22,819,321 34,934 **Total Liabilities** 21,215,172 27,944,558 49,159,730 57,376 **NET ASSETS** Invested in capital assets, net of related debt 17.028.412 520,998 17,549,410 365,180 Restricted for: Unemployment compensation 4,406,380 4,406,380 24,092 Other purposes 1,894,460 1,894,460 Capital projects 442,994 442,994 Expendable permanent fund principal 1,871,521 1,871,521 Nonexpendable permanent endowments 1,315,113 1,315,113 Unrestricted (deficit) 3,544,105 (9,211,315)(5,667,210)81.809

The notes to the financial statements are an integral part of this statement.

Total Net Assets

\$ 26,096,605

\$ (4,283,937)

\$ 21,812,668

\$ 471,081

Statement of Activities

For the Fiscal Year Ended June 30, 2008 (expressed in thousands)

		Program Revenues				
	-	Charges for	Operating Grants	Capital Grants		
Functions/Programs	Expenses	Services	and Contributions	and Contributions		
PRIMARY GOVERNMENT						
Governmental Activities:						
General government	\$ 1,609,142	\$ 651,364	\$ 288,126	\$ 2,375		
Education - elementary and secondary (K-12)	7,476,060	12,798	853,442	-		
Education - higher education	5,709,645	1,718,092	1,636,376	12,568		
Human services	11,259,878	250,623	5,735,256	-		
Adult corrections	1,019,980	9,459	2,275	-		
Natural resources and recreation	931,030	375,669	146,935	23,286		
Transportation	1,894,289	894,379	62,981	708,041		
Interest on long-term debt	642,914	-	-	-		
Total Governmental Activities	30,542,938	3,912,384	8,725,391	746,270		
Business-Type Activities:				•		
Workers' compensation	4,068,599	1,596,174	7,823	-		
Unemployment compensation	790,538	1,093,586	30,070	-		
Higher education student services	1,470,168	1,443,756	3,909	-		
Other	1,203,546	1,230,461	16			
Total Business-Type Activities	7,532,851	5,363,977	41,818	-		
Total Primary Government	\$ 38,075,789	\$ 9,276,361	\$ 8,767,209	\$ 746,270		
COMPONENT UNITS	\$ 29,633	\$ 16,055	\$ 240	\$ 829		
Total Component Units	\$ 29,633	\$ 16,055	\$ 240	\$ 829		

General Revenues:

Taxes - sales and use

Taxes - business and occupation

Taxes - property

Taxes - motor vehicle and fuel

Taxes - excise

Taxes - other

Interest and investment earnings

Total general revenues

Excess (deficiency) of revenues over expenses before contributions

to endowments, extraordinary loss, and transfers

Contributions to endowments

Transfers

Change in Net Assets

Net assets - Beginning, as restated

Net assets - Ending

Net (Expense) Revenue and Changes in Net Assets

		Primary Government	
Component		Business-Type	Governmental
Units	Total	Activities	Activities
	\$ (667,277)	\$ -	\$ (667,277)
	(6,609,820)	φ -	(6,609,820)
	(2,342,609)	_	(2,342,609)
	(5,273,999)	-	(5,273,999)
	(1,008,246)	_	(1,008,246)
	(385,140)	-	(385,140)
	(228,888)	-	(228,888)
	(642,914)	-	(642,914)
	(17,158,893)		(17,158,893)
	(17,130,093)		(17,130,093)
	(2,464,602)	(2,464,602)	-
	333,118	333,118	-
	(22,503)	(22,503)	-
	26,931	26,931	-
	(2,127,056)	(2,127,056)	-
	(19,285,949)	(2,127,056)	(17,158,893)
\$ (12,509)			
\$ (12,509)			
4 (12/007)	_		
	0.241.000		0.241.000
-	8,341,000	-	8,341,000
-	2,850,548	-	2,850,548
-	1,741,739	-	1,741,739 1,169,900
-	1,169,900	41 507	
-	842,460	61,507	780,953
- 6,519	2,062,280 1,230,543	53,278 766,644	2,009,002 463,899
6,519	18,238,470	766,644 881,429	17,357,041
(5,990	(1,047,479)	(1,245,627)	198,148
(0,770	(1,017,177)	(1,210,021)	170,110
-	94,900	-	94,900
-	-	(271,600)	271,600
	(050 570)	(1,517,227)	564,648
(5,990	(952,579)	(.,0.,,==,,	
(5,990 477,071	(952,579) 22,765,247	(2,766,710)	25,531,957

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Basic Financial Statements Fund Financial Statements

Balance Sheet

GOVERNMENTAL FUNDS
June 30, 2008
(expressed in thousands)

	General	Higher Education Special Revenue	Higher Education Endowment	Nonmajor Governmental Funds	Total
ASSETS					
Cash and pooled investments	\$ 1,185,063	\$ 866,218	\$ 689,597	\$ 4,442,032	\$ 7,182,910
Investments	36,772	806,581	2,903,090	241,263	3,987,706
Taxes receivable (net of allowance)	2,875,042	15,955	-	97,928	2,988,925
Other receivables (net of allowance)	355,105	295,832	41.988	618,372	1,311,297
Due from other funds	132,884	198,713	122	392,107	723,826
Due from other governments	899,570	130,566	-	2,119,069	3,149,205
Inventories	25,649	12,670	_	38,807	77,126
Total Assets	\$ 5,510,085	\$ 2,326,535	\$ 3,634,797	\$ 7,949,578	\$ 19,420,995
LIABILITIES AND FUND BALANCES Liabilities: Accounts payable	\$ 878,994	\$ 120,379	\$ -	\$ 335,096	\$ 1,334,469
Contracts and retainages payable	29,655	2,824	3,089	102,947	138,515
Accrued liabilities	236,562	129,093	14,202	120,367	500,224
Obligations under security lending agreements	271,091	190,763	584,704	197,926	1,244,484
Due to other funds	274,994	127,300	2,078	334,624	738,996
Due to other governments	550,314	15,632	-	103,924	669,870
Deferred revenues	1,328,819	188,843	19,690	694,194	2,231,546
Claims and judgments payable	20,868	-	-	10,396	31,264
Total Liabilities	3,591,297	774,834	623,763	1,899,474	6,889,368
Fund Balances: Reserved for:					
Encumbrances	112,071	184,819	-	911,064	1,207,954
Inventories	19,044	12,670	-	38,807	70,521
Permanent funds	· -	· -	3,011,034	175,600	3,186,634
Other specific purposes	69,679	192,412	-	2,023,438	2,285,529
Unreserved, designated for, reported in:					
Working capital	1,040,563	-	-	-	1,040,563
Higher education	-	155,679	-	-	155,679
Special revenue funds	-	-	-	220	220
Debt service funds	-	-	-	362,122	362,122
Unreserved, undesignated	677,431	1,006,121	-	-	1,683,552
Unreserved, undesignated reported in:					
Special revenue funds	-	-	-	2,432,112	2,432,112
Capital project funds		<u>-</u>	-	106,741	106,741
Total Fund Balances	1,918,788	1,551,701	3,011,034	6,050,104	12,531,627
Total Liabilities and Fund Balances	\$ 5,510,085	\$ 2,326,535	\$ 3,634,797	\$ 7,949,578	\$ 19,420,995

Reconciliation of the Balance Sheet to the Statement of Net Assets GOVERNMENTAL FUNDS

June 30, 2008 *(expressed in thousands)*

Total Fund Balances for Governmental Funds	\$ 12,531,627
Amounts reported for governmental activities in the Statement of Net Assets are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. These assets consist of:	
Depreciable assets 13,20	32,045 65,636 61,720) 27,235,961
Some of the state's revenues will be collected after year-end, but are not available soon enough to pay for the current period's expenditures, and therefore are deferred in the funds.	1,305,821
Unmatured interest on general obligation bonds is not recognized in the funds until due.	(280,610)
Internal service funds are used by management to charge the costs of certain activities to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Net Assets.	163,558
Some liabilities are not due and payable in the current period and therefore are not reported in the funds. Those liabilities consist of:	
Compensated absences (44 Other postemployment obligations (22 Unfunded pension obligation (11 Claims and judgments (32 Other obligations (33)	95,056) 97,558) 21,375) 13,416) 28,278) 30,595)
Total long-term liabilities	(14,859,752)

The notes to the financial statements are an integral part of this statement.

Net Assets of Governmental Activities

\$ 26,096,605

Statement of Revenues, Expenditures, and Changes in Fund Balances GOVERNMENTAL FUNDS For the Fiscal Year Ended June 30, 2008

(expressed in thousands)

	General	Higher Education Special Revenue	Higher Education Endowment	Nonmajor Governmental Funds	<u>Total</u>
DEVENUES					
REVENUES Retail sales and use taxes	\$ 8,256,288	\$ -	\$ -	\$ 84,712	\$ 8,341,000
Business and occupation taxes	2,760,425	φ -	Ψ -	90,123	2,850,548
Property taxes	1,494,542	_	_	247,197	1,741,739
Excise taxes	707,272	_	_	73,681	780,953
Motor vehicle and fuel taxes	-	-	_	1,169,900	1,169,900
Other taxes	1,088,561	194,638	_	724,630	2,007,829
Licenses, permits, and fees	97,493	628	-	812,543	910,664
Timber sales	2,847	-	18,995	106,380	128,222
Other contracts and grants	162,238	613,894	· -	25,510	801,642
Federal grants-in-aid	6,556,642	1,089,377	-	1,120,954	8,766,973
Charges for services	56,614	1,475,957	1	538,541	2,071,113
Investment income (loss)	123,303	108,416	58,857	173,323	463,899
Miscellaneous revenue	84,881	124,681	8,198	498,133	715,893
Escheated property	57,444	-	-	-	57,444
Contributions and donations	-	-	94,900	-	94,900
Total Revenues	21,448,550	3,607,591	180,951	5,665,627	30,902,719
EXPENDITURES					
Current:					
General government	662,824	_	_	590,857	1,253,681
Human services	10,921,497	_	_	1,193,810	12,115,307
Natural resources and recreation	336,242	_	_	561,162	897,404
Transportation	41,818	1,906	_	1,758,860	1,802,584
Education	8,234,996	3,571,524	413	1,053,428	12,860,361
Intergovernmental	30,697	_	-	348,524	379,221
Capital outlays	56,872	146,291	4,370	2,056,501	2,264,034
Debt service:	30,072	140,271	4,570	2,000,001	2,204,034
Principal	15,014	10,070	_	561,264	586,348
Interest	330	7,812	2	580,510	588,654
Total Expenditures	20,300,290	3,737,603	4,785	8,704,916	32,747,594
-					
Excess of Revenues	4.440.070	(400.040)	47/4//	(0.000.000)	(4.044.075)
Over (Under) Expenditures	1,148,260	(130,012)	176,166	(3,039,289)	(1,844,875)
OTHER FINANCING SOURCES (USES)					
Bonds issued	-	-	-	1,891,150	1,891,150
Payments to refunded bond escrow agents	-	-	-	(58,125)	(58,125)
Other debt issued	12,084	6,154	-	867	19,105
Bond issue premium	-	-	-	123,487	123,487
Capital lease acquisitions	26	69	-	-	95
Transfers in	72,007	291,663	14,357	2,249,697	2,627,724
Transfers (out)	(1,216,749)	(127,062)	(97,145)	(940,546)	(2,381,502)
Total Other Financing Sources (Uses)	(1,132,632)	170,824	(82,788)	3,266,530	2,221,934
Net Change in Fund Balances	15,628	40,812	93,378	227,241	377,059
Fund Balances - Beginning, as restated	1,903,160	1,510,889	2,917,656	5,822,863	12,154,568
Fund Balances - Ending	\$ 1,918,788	\$ 1,551,701	\$ 3,011,034	\$ 6,050,104	\$ 12,531,627

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities GOVERNMENTAL FUNDS

For the Fiscal Year Ended June 30, 2008 (expressed in thousands)

Net Change in Fund Balances - Total Governmental Funds		\$ 377,059
Amounts reported for governmental activities in the Statement of Activities are different because:		
Capital outlays are reported as expenditures in governmental funds.		
However, in the Statement of Activities, the cost of capital assets is		
allocated over their estimated useful lives as depreciation expense.		
In the current period, these amounts are:		
Capital outlays	\$ 2,309,232	
Less: Depreciation expense	(462,485)	1,846,747
Some revenues in the Statement of Activities do not provide current		
financial resources, and therefore, are deferred in governmental funds.		
Also, revenues related to prior periods that became available during the		
current period are reported in governmental funds but are eliminated in		
the Statement of Activities. This amount is the net adjustment.		(61,435)
Accrued interest on general obligation bonds is reported as an expense		
in the Statement of Activities but does not use current financial resources		
and, therefore, is not recognized in governmental funds.		(54,369)
Internal service funds are used by management to charge the costs		
of certain activities to individual funds. The change in net assets		
of the internal service funds is reported with governmental activities.		(8,403)
Bond proceeds and other financing contracts provide current financial resources		
to governmental funds, while the repayment of the related debt principal		
consumes those financial resources. These transactions, however, have no effect		
on net assets. In the current period, these amounts consist of:		
Bonds and other financing contracts issued	\$ (1,852,225)	
Principal payments on bonds and other financing contracts	586,348	
Accreted interest on bonds	(30,245)	(1,296,122)
Some expenses reported in the Statement of Activities do not require the		
use of current financial resources and, therefore, are not recognized in		
governmental funds. Also, some payments related to prior periods are		
recognized in governmental funds but are eliminated in the Statement of		
Activities. In the current period, the net adjustments consist of:		
Unfunded pension obligations	\$ (16,701)	
Compensated absences	(14,455)	
Claims and judgments	3,963	
Other postemployment obligations	(221,375)	
Other obligations	9,739	(238,829)
Change in Net Assets of Governmental Activities		\$ 564,648

Statement of Fund Net Assets PROPRIETARY FUNDS

June 30, 2008 (expressed in thousands)

Number N			Business-Type <i>I</i> Enterprise F				Governmental Activities
Cash and pooled investments				Education Student	Enterprise	Total	Service
Cash and pooled investments (receivable (net of allowance) \$2,97,16 \$1,40,198 \$1,40,40 \$94,207 \$4,827,900 \$0,307.5 Towestments (receivable (net of allowance) 714,033 385,300 135,751 30,972 12,810,100 Other receivables (net of allowance) 714,033 385,300 135,751 30,973 12,751,03 18,141 Due from other funds 2,979 2,369 38,540 21,011 62,278 7,283 Inventories 141 1,77 31,405 33,840 73,510 19,666 Topical cargonises 141 1,77 74,600 20,725,53 8,62,731 9,833,60 Towers and Seases 31,101 2,200,70 748,600 20,725,53 8,62,731 8,833,60 Constraction in Cargonic and Cargonic an							
Deficit process 1744,033 385,380 335,751 39,939 1,275,103 18,411 Due from other funds 2,279 2,369 38,564 21,011 4,622 383,253 20,600 20,780	Cash and pooled investments Investments		\$ 4,019,881 -		394,475	2,549,565	
Due from other funds		714 022	205 200	- 125 751			- 10 /11
Due from other governments							
141							
Propicis Propicis			-				
Investments, noncurrent 11,019,221 176,584 1,352,106 12,547,911 64,582 10,000 10			-		350	14,562	4,449
December Company Com	Total Current Assets	2,899,169	4,422,407	748,602	792,553	8,862,731	883,690
December Company Com	Name and Associated						
Other noncurrent assets 131,542 - 53,224 169,904 353,670 129 Capital assets 3,240 - 53,663 79,772 135,975 3,836 Buildings 62,705 - 1,626,61 407,397 2,096,363 123,257 Other improvements 1,638 - 41,453 15,516 58,607 17,923 Furnishings, equipment, and collections 63,057 - 33,978 63,413 455,257 746,364 Infrastructure 4,188 - 758,064 (14,179 (96,601) (45,5791) Accumulated depreciation (67,435) - 1,699,591 1,797,181 14,896,928 521,173 Total Assets 11,218,156 - 1,699,591 1,797,181 14,896,928 521,173 Total Assets 14,117,325 4,422,407 2,448,193 2,771,734 23,796,559 1,404,863 LIABILITIES 11,118,156 - 1,699,591 1,979,181 14,896,928 52,1173 Total		11 010 221		174 504	1 252 104	12 547 011	64 502
Capital assets: 4.24 5.3.663 79,072 135,975 3.836 Buildings 62,705 - 1,626,261 407,397 2,096,363 123,257 Other improvements 1,638 - 1,626,261 407,397 2,096,363 123,257 Other improvements 1,638 - 338,787 63,413 465,257 746,364 Infrastructure - - 34,909 - 34,909 478 Accumulated depreciation (67,435) (758,604) (144,192) (96,967) (455,791) Construction in progress 1,418 - 132,774 36,965 173,927 20,395 Total Assets 11,218,156 - 1,699,591 1,979,181 14,969,698 521,173 Total Assets 14,117,325 4,422,407 2,448,193 2,771,734 23,759,659 1,404,863 LiABILITIES Current Liabilities Accorded liabilities Contracts and retainages payable 2,6	·		-				
Buildings		101/012		00,22.	100,701	000,070	,
Direct improvements	Land and other non-depreciable assets	3,240	-	53,663	79,072	135,975	3,836
Funishings, equipment, and collections 63,057			-				
Name			-				
Construction in progress		63,057	-		63,413		
Construction in progress 4,188 - 132,774 36,965 173,927 20,395 Total Noncurrent Assets 11,218,156 - 1,699,591 1,979,181 14,896,928 521,173 Total Assets 14,117,325 4,422,407 2,448,193 2,771,734 23,759,659 1,404,863 LIABILITIES Current Liabilities - 80,809 37,921 125,539 59,410 Contracts and retainages payable 6,809 - 80,809 37,921 125,539 59,410 Contracts and retainages payable 6,611 - 11,250 53,126 66,987 17,548 Accrued liabilities 157,093 6,072 76,932 131,541 371,638 32,653 Obligations under security lending agreements 2,152,094 6,072 37,405 54,838 95,868 22,094 Bould so other funds 7,897 1,006 63,744 32,781 105,428 121,251 Due to other governments 20,38 9,499 9 15,838 <td></td> <td>- (47.42E)</td> <td>-</td> <td></td> <td>(144 102)</td> <td></td> <td></td>		- (47.42E)	-		(144 102)		
Total Noncurrent Assets			-				
Total Assets							
Current Liabilities							
Current Liabilities: Current Liabilities: 80,809 37,921 125,539 59,410 Contracts and retainages payable 2,611 - 11,250 53,126 66,987 17,548 Accrued liabilities 157,093 6,072 76,932 131,541 371,638 32,653 Obligations under security lending agreements 2,152,094 - 37,405 54,838 95,868 22,094 Bonds and notes payable 3,625 - 37,405 54,838 95,868 22,094 Due to other funds 7,897 1,006 63,744 32,781 105,428 121,251 Due to other governments - 8,949 9 13,583 22,541 21 Locarred revenues 20,338 - 34,765 96 55,199 4,141 Claims and judgments payable 1,890,542 - 3,130 1,893,672 164,851 Total Current Liabilities 19,996,606 - - - 4,572 20,001,178 602,359 Bonds and note	Total Assets	14,117,325	4,422,407	2,448,193	2,771,734	23,759,659	1,404,863
Current Liabilities: Current Liabilities: 80,809 37,921 125,539 59,410 Contracts and retainages payable 2,611 - 11,250 53,126 66,987 17,548 Accrued liabilities 157,093 6,072 76,932 131,541 371,638 32,653 Obligations under security lending agreements 2,152,094 - 37,405 54,838 95,868 22,094 Bonds and notes payable 3,625 - 37,405 54,838 95,868 22,094 Due to other funds 7,897 1,006 63,744 32,781 105,428 121,251 Due to other governments - 8,949 9 13,583 22,541 21 Locarred revenues 20,338 - 34,765 96 55,199 4,141 Claims and judgments payable 1,890,542 - 3,130 1,893,672 164,851 Total Current Liabilities 19,996,606 - - - 4,572 20,001,178 602,359 Bonds and note	I IARII ITIES						
Accounts payable 6,809 - 80,809 37,921 125,539 59,410 Contracts and retainages payable 2,611 - 11,250 53,126 66,987 17,548 Accrued liabilities 157,093 6,072 76,932 131,541 371,638 32,653 Obligations under security lending agreements 2,152,094 335,309 2,487,403 29,662 80nds and notes payable 3,625 - 37,405 54,838 95,868 22,094 100 to other funds 7,897 1,006 63,744 32,781 105,428 121,251 Due to other governments 2,252,094 9 9 13,583 22,541 21 Unearned revenues 2,338 8,94 9 9 13,583 22,541 21 Unearned revenues 2,338 8,94 9 9 13,583 22,541 21 Unearned revenues 4,241,009 16,027 304,914 662,325 55,294,275 451,631 Total Current Liabilities 4,241,009 16,027 304,914 662,325 5224,275 451,631 Total Current Liabilities 1,996,606 - 3,338 254,403 1,411,716 157,097 Other long-term liabilities 19,177 - 28,377 1,358,873 1,406,427 30,218 Total Noncurrent Liabilities 20,041,713 - 1,159,760 1,617,848 22,819,321 789,674 Total Liabilities 24,282,722 16,027 1,464,674 2,280,173 28,043,596 1,241,305 NET ASSETS Invested in capital assets, net of related debt 37,838 - 300,996 182,164 520,998 277,271 Restricted for: Unemployment compensation - 4,406,380 - 4,406,38							
Contracts and retainages payable 2,611 - 11,250 53,126 66,987 17,548 Accrued liabilities 157,093 6,072 76,932 131,541 371,638 32,653 Obligations under security lending agreements 2,152,094 - - 335,309 2,487,403 29,662 Bonds and notes payable 3,625 - 37,405 54,838 95,868 22,094 Due to other funds 7,897 1,006 63,744 32,781 105,428 121,251 Due to other governments - 8,949 9 13,583 22,541 21 Unearned revenues 20,338 - 34,765 96 55,199 4,141 Claims and judgments payable 1,890,542 - - 3,130 1,893,672 164,851 Total Current Liabilities Claims and judgments payable 19,996,606 - - 4,572 20,001,178 602,359 Bonds and notes payable 19,996,606 - - -		6,809	-	80,809	37,921	125,539	59,410
Obligations under security lending agreements 2,152,094 - - 335,309 2,487,403 29,662 Bonds and notes payable 3,625 - 37,405 54,838 95,868 22,094 Due to other funds 7,897 1,006 63,744 32,781 105,428 121,251 Due to other governments - 8,949 9 13,583 22,541 21 Unearned revenues 20,338 - 34,765 96 55,199 4,141 Claims and judgments payable 1,890,542 - - 3,130 1,893,672 164,851 Noncurrent Liabilities Claims and judgments payable 19,996,606 - - 4,572 20,001,178 602,359 Bonds and notes payable 19,996,606 - - 4,572 20,001,178 602,359 Bonds and notes payable 19,177 - 28,377 1,358,873 1,406,427 30,218 Total Noncurrent Liabilities 20,041,713 - 1,159,760	Contracts and retainages payable		-				
Bonds and notes payable 3,625 - 37,405 54,838 95,868 22,094 Due to other funds 7,897 1,006 63,744 32,781 105,428 121,251 Due to other governments - 8,949 9 13,583 22,541 21 Unearned revenues 20,338 - 34,765 96 55,199 4,141 Claims and judgments payable 1,890,542 - - 3,130 1,893,672 164,851 Noncurrent Liabilities Claims and judgments payable 19,996,606 - - 4,572 20,001,178 602,359 Bonds and notes payable 25,930 - 1,131,383 254,403 1,411,716 157,097 Other long-term liabilities 19,177 - 28,377 1,358,873 1,406,427 30,218 Total Noncurrent Liabilities 20,041,713 - 1,159,760 1,617,848 22,819,321 789,674 NET ASSETS Invested in capital assets, net of related debt 37,838			6,072	76,932			
Due to other funds 7,897 1,006 63,744 32,781 105,428 121,251 Due to other governments - 8,949 9 13,583 22,541 21 Unearned revenues 20,338 - 34,765 96 55,199 4,141 Claims and judgments payable 1,890,542 - - 3,130 1,893,672 164,851 Total Current Liabilities 4,241,009 16,027 304,914 662,325 5,224,275 451,631 Noncurrent Liabilities: Claims and judgments payable 19,996,606 - - 4,572 20,001,178 602,359 Bonds and notes payable 25,930 - 1,131,383 254,403 1,411,716 157,097 Other long-term liabilities 19,177 - 28,377 1,358,873 1,406,427 30,218 Total Liabilities 24,282,722 16,027 1,464,674 2,280,173 28,043,596 1,241,305 NET ASSETS Invested in capital assets, net of related debt	Obligations under security lending agreements		-	-			
Due to other governments 8,949 9 13,583 22,541 21 Unearned revenues 20,338 - 34,765 96 55,199 4,141 Claims and judgments payable 1,890,542 - - - 3,130 1,893,672 164,851 Noncurrent Liabilities: Claims and judgments payable 19,996,606 - - 4,572 20,001,178 602,359 Bonds and notes payable 25,930 - 1,131,383 254,403 1,411,716 157,097 Other long-term liabilities 19,177 - 28,377 1,358,873 1,406,427 30,218 Total Noncurrent Liabilities 20,041,713 - 1,159,760 1,617,848 22,819,321 789,674 NET ASSETS Invested in capital assets, net of related debt 37,838 - 300,996 182,164 520,998 277,271 Restricted for: Unemployment compensation - 4,406,380 - - - 4,406,380 -			1.00/				
Unearned revenues 20,338 - 34,765 96 55,199 4,141 Claims and judgments payable 1,890,542 - - 3,130 1,893,672 164,851 Total Current Liabilities 4,241,009 16,027 304,914 662,325 5,224,275 451,631 Noncurrent Liabilities: 2 - - 4,572 20,001,178 602,359 Bonds and notes payable 19,996,606 - - - 4,572 20,001,178 602,359 Bonds and notes payable 25,930 - 1,131,383 254,403 1,411,716 157,097 Other long-term liabilities 19,177 - 28,377 1,358,873 1,406,427 30,218 Total Noncurrent Liabilities 20,041,713 - 1,159,760 1,617,848 22,819,321 789,674 Total Liabilities 24,282,722 16,027 1,464,674 2,280,173 28,043,596 1,241,305 NET ASSETS 1 1 1 1 1 1 1		7,897					
Claims and judgments payable Total Current Liabilities 1,890,542 - - 3,130 1,893,672 164,851 Noncurrent Liabilities: Claims and judgments payable 19,996,606 - - 4,572 20,001,178 602,359 Bonds and notes payable 19,996,606 - - - 4,572 20,001,178 602,359 Bonds and notes payable 25,930 - 1,131,383 254,403 1,411,716 157,097 Other long-term liabilities 19,177 - 28,377 1,358,873 1,406,427 30,218 Total Noncurrent Liabilities 20,041,713 - 1,159,760 1,617,848 22,819,321 789,674 NET ASSETS Invested in capital assets, net of related debt 37,838 - 300,996 182,164 520,998 277,271 Restricted for: Unemployment compensation - 4,406,380 - - - 4,406,380 - Unrestricted (10,203,235) - 682,523 309,397 (9,211,315)		20.338	0,949				
Total Current Liabilities 4,241,009 16,027 304,914 662,325 5,224,275 451,631 Noncurrent Liabilities: Claims and judgments payable 19,996,606 - 4,572 20,001,178 602,359 Bonds and notes payable 25,930 - 1,131,383 254,403 1,411,716 157,097 Other long-term liabilities 19,177 - 28,377 1,358,873 1,406,427 30,218 Total Noncurrent Liabilities 20,041,713 - 1,159,760 1,617,848 22,819,321 789,674 Total Liabilities 24,282,722 16,027 1,464,674 2,280,173 28,043,596 1,241,305 NET ASSETS Invested in capital assets, net of related debt 37,838 - 300,996 182,164 520,998 277,271 Restricted for: Unemployment compensation - 4,406,380 - - - 4,406,380 - Unrestricted (10,203,235) - 682,523 309,397 (9,211,315) (113,713)			_	34,703			
Claims and judgments payable 19,996,606 - - 4,572 20,001,178 602,359 Bonds and notes payable 25,930 - 1,131,383 254,403 1,411,716 157,097 Other long-term liabilities 19,177 - 28,377 1,358,873 1,406,427 30,218 Total Noncurrent Liabilities 20,041,713 - 1,159,760 1,617,848 22,819,321 789,674 NET ASSETS Invested in capital assets, net of related debt 37,838 - 300,996 182,164 520,998 277,271 Restricted for: Unemployment compensation - 4,406,380 - - - 4,406,380 - Unrestricted (10,203,235) - 682,523 309,397 (9,211,315) (113,713)			16,027	304,914			
Claims and judgments payable 19,996,606 - - 4,572 20,001,178 602,359 Bonds and notes payable 25,930 - 1,131,383 254,403 1,411,716 157,097 Other long-term liabilities 19,177 - 28,377 1,358,873 1,406,427 30,218 Total Noncurrent Liabilities 20,041,713 - 1,159,760 1,617,848 22,819,321 789,674 NET ASSETS Invested in capital assets, net of related debt 37,838 - 300,996 182,164 520,998 277,271 Restricted for: Unemployment compensation - 4,406,380 - - - 4,406,380 - Unrestricted (10,203,235) - 682,523 309,397 (9,211,315) (113,713)							
Bonds and notes payable 25,930 - 1,131,383 254,403 1,411,716 157,097 Other long-term liabilities 19,177 - 28,377 1,358,873 1,406,427 30,218 Total Noncurrent Liabilities 20,041,713 - 1,159,760 1,617,848 22,819,321 789,674 NET ASSETS Invested in capital assets, net of related debt 37,838 - 300,996 182,164 520,998 277,271 Restricted for: Unemployment compensation - 4,406,380 - - 4,406,380 - Unrestricted (10,203,235) - 682,523 309,397 (9,211,315) (113,713)		10.00/ /0/					
Other long-term liabilities 19,177 - 28,377 1,358,873 1,406,427 30,218 Total Noncurrent Liabilities 20,041,713 - 1,159,760 1,617,848 22,819,321 789,674 Total Liabilities 24,282,722 16,027 1,464,674 2,280,173 28,043,596 1,241,305 NET ASSETS Invested in capital assets, net of related debt 37,838 - 300,996 182,164 520,998 277,271 Restricted for: Unemployment compensation Unrestricted 4,406,380 - - 4,406,380 - 4,406,380 - - 4,406,380 - - 1,406,380 - - - - - 4,406,380 - <td></td> <td></td> <td>-</td> <td>1 121 202</td> <td></td> <td></td> <td></td>			-	1 121 202			
Total Noncurrent Liabilities 20,041,713 - 1,159,760 1,617,848 22,819,321 789,674 Total Liabilities 24,282,722 16,027 1,464,674 2,280,173 28,043,596 1,241,305 NET ASSETS Invested in capital assets, net of related debt 37,838 - 300,996 182,164 520,998 277,271 Restricted for: Unemployment compensation Unrestricted - 4,406,380 - - 4,406,380 - Unrestricted (10,203,235) - 682,523 309,397 (9,211,315) (113,713)			=				
Total Liabilities 24,282,722 16,027 1,464,674 2,280,173 28,043,596 1,241,305 NET ASSETS Invested in capital assets, net of related debt Restricted for: Unemployment compensation 37,838 - 300,996 182,164 520,998 277,271 Restricted for: Unemployment compensation Unrestricted 4,406,380 - - - 4,406,380 - Unrestricted (10,203,235) - 682,523 309,397 (9,211,315) (113,713)							
NET ASSETS Invested in capital assets, net of related debt 37,838 - 300,996 182,164 520,998 277,271 Restricted for: Unemployment compensation Unrestricted - 4,406,380 4,406,380 4,406,380 1,406,							
Invested in capital assets, net of related debt 37,838 - 300,996 182,164 520,998 277,271 Restricted for: Unemployment compensation - 4,406,380 - - - 4,406,380 - Unrestricted (10,203,235) - 682,523 309,397 (9,211,315) (113,713)	Total Liabilities	24,282,722	16,027	1,464,674	2,280,173	28,043,596	1,241,305
Restricted for: Unemployment compensation Unrestricted - 4,406,380 4,406,380 4,406,380 - (10,203,235) - 682,523 - 309,397 - (9,211,315) - (113,713)	Invested in capital assets,			_		_	
Unemployment compensation - 4,406,380 - - 4,406,380 - Unrestricted (10,203,235) - 682,523 309,397 (9,211,315) (113,713)		37,838	-	300,996	182,164	520,998	277,271
Total Net Assets (Deficit) \$\(\(\)\(\)\(\)\(\)\(\)\(\)\(\)\(\)\(\)\	Unemployment compensation	(10,203,235)	4,406,380	- 682,523	- 309,397		(113,713)
	Total Net Assets (Deficit)	\$ (10,165,397)	\$ 4,406,380	\$ 983,519	\$ 491,561	\$ (4,283,937)	\$ 163,558

Statement of Revenues, Expenses, and Changes in Fund Net Assets PROPRIETARY FUNDS For the Fiscal Year Ended June 30, 2008

(expressed in thousands)

	Business-Type Activities Enterprise Funds					Governmental Activities	
	Workers' Compensation	Unemployment Compensation	Higher Education Student Services	Nonmajor Enterprise Funds	Total	Internal Service Funds	
OPERATING REVENUES							
Sales	\$ -	\$ -	\$ 115,182	\$ 612,620	\$ 727,802	\$ 131,529	
Less: Cost of goods sold			84,175	444,059	528,234	105,272	
Gross profit	-	-	31,007	168,561	199,568	26,257	
Charges for services	110	-	1,223,302	61,828	1,285,240	682,227	
Premiums and assessments	1,563,953	1,081,019	-	-	2,644,972	1,182,926	
Federal aid for unemployment							
insurance benefits	-	30,070	-	-	30,070	-	
Lottery ticket proceeds	-	-	-	521,103	521,103	-	
Miscellaneous revenue	32,150	12,567	100,866	8,655	154,238	46,126	
Total Operating Revenues	1,596,213	1,123,656	1,355,175	760,147	4,835,191	1,937,536	
OPERATING EXPENSES							
Salaries and wages	133,773	-	546,354	93,458	773,585	293,087	
Employee benefits	46,911	-	123,304	36,336	206,551	83,434	
Personal services	7,533	-	12,655	26,925	47,113	22,231	
Goods and services	72,567	-	548,769	129,462	750,798	342,156	
Travel	4,183	-	20,069	3,056	27,308	5,381	
Premiums and claims	3,727,966	790,538	1	34	4,518,539	1,175,717	
Lottery prize payments	-	-	-	314,923	314,923	-	
Depreciation and amortization	10,281	-	67,868	16,201	94,350	68,286	
Guaranteed education tuition expense	-	-		62,800	62,800	-	
Miscellaneous expenses	63,442	-	12,861	288	76,591	828	
Total Operating Expenses	4,066,656	790,538	1,331,881	683,483	6,872,558	1,991,120	
Operating Income (Loss)	(2,470,443)	333,118	23,294	76,664	(2,037,367)	(53,584)	
NONOPERATING REVENUES (EXPENSES)							
Earnings (loss) on investments	486,261	182,237	65,768	32,378	766,644	18,281	
Interest expense	(1,942)	-	(54,114)	(37,328)	(93,384)	(8,948)	
Distributions to other governments	-	-	-	(38,674)	(38,674)	-	
Other revenue (expenses)	7,785	-	8,315	141,054	157,154	5,636	
Total Nonoperating Revenues (Expenses)	492,104	182,237	19,969	97,430	791,740	14,969	
Income (Loss) Before	/·				,	(··-	
Contributions and Transfers	(1,978,339)	515,355	43,263	174,094	(1,245,627)	(38,615)	
Capital contributions	-	-	-	-	-	4,834	
Transfers in	21,453	-	69,544	23,241	114,238	107,894	
Transfers (out)	(22,956)	-	(134,142)	(228,740)	(385,838)	(82,516)	
Net Contributions and Transfers	(1,503)	-	(64,598)	(205,499)	(271,600)	30,212	
Change in Net Assets	(1,979,842)	515,355	(21,335)	(31,405)	(1,517,227)	(8,403)	
Net Assets (Deficit) - Beginning, as restated	(8,185,555)	3,891,025	1,004,854	522,966	(2,766,710)	171,961	
Net Assets (Deficit) - Ending	\$ (10,165,397)	\$ 4,406,380	\$ 983,519	\$ 491,561	\$ (4,283,937)	\$ 163,558	

Statement of Cash Flows PROPRIETARY FUNDS

For the Fiscal Year Ended June 30, 2008 (expressed in thousands)

Business-Type Activities Enterprise Funds

CASH FLOWS FROM OPERATING ACTIVITIES Worker (Compensation) Worker (Compensation) Compensation (Compensation) C			Enterprise	Funas	
Receipts from customers				Education Student	Enterprise
Receipts from customers	CASH FLOWS FROM OPERATING ACTIVITIES				
Payments to suppliers		\$ 1.399.135	\$ 1.110.451	\$ 1.362.333	\$ 1.348.899
Payments to employees	·				
Net receipts (payments)	, , , , , , , , , , , , , , , , , , , ,	* * * * * * * * * * * * * * * * * * * *	-		
Net Cash Provided (Used) by Operating Activities (511,778) 358.88 134,968 172,384 CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES 21,453 6,954 23,241 Transfers out (22,956) 6 (134,142) (228,740) Operating grants and donations received 7,876 0 4,121 11 Taxes and license fees collected 4 0 0 3,8074 Other noncapital financing sources 6 6,377 0 0 0,8075 Other noncapital financing sources 6 6,377 0 0 0,8075 Other noncapital financing sources 6 6,377 0 0 0,9407 Net Cash Provided (Used) by Oncapital Financing Activities 6,379 0 0,527,03 0,104,68 Prince Spalid Interest paid 11,389 0 0,270,38 0 10,468 Princeed Srom sale of capital assets 3,5 0 1,475 1,516 Acquisitions of capital assets 4,758 0 1,61,301 0,470 Priceeds From S			40,200		
Transfers in Transfers out 21.453 - 69.544 23.241 Transfers out (22.956) - (134.142) 228.740 Operating grants and donations received 7.876 - 4.121 11 Taxes and license fees collected 4 - 0 - 2.26 28.674 Other noncapital financing sources - 0 - 0 4.464 Net Cash Provided (Used) by Noncapital Financing Activities - 6,377 - 0 0.04,77 97.00 CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES Interest paid (1,389) - 0 (52,703) (10,468) Principal payments on long-term capital financing 3.526 - (129,558) (22,574) Proceeds from sale of capital assets 3.5 - 0 (22,574) 1.616 Acquisitions of capital assets (4,758) - 0 (21,684) 3.638 Net Cash Provided (Used) by Capital and Related Financing Activities 9,633 - 0 101,500 44,700 CASH FLOWS FROM INVESTING ACTIVITIES Receipt of interest 923,614 182,237 19,8	, , , ,				
Transfers out (22,956) . (134,142) (228,740) Operating yants and donations received 7,876 . 4,121 14,218 Taxes and license fees collected 4	CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Operating grants and donations received 7,876 4,121 11 Taxes and license fees collected 4 - - 142,218 Distributions to other governments - - - 4,646 Other noncapital financing sources - - - 4,646 Net Cash Provided (Used) by Noncapital Financing Activities -<	Transfers in	21,453	-	69,544	23,241
Taxes and license fees collected 4 . <	Transfers out	(22,956)	-	(134,142)	(228,740)
Distributions to other governments 6 3 3(38,674) Other noncapital financing sources 6.37 6.28 4.464 Net Cash Provided (Used) by Noncapital Financing Activities 6.377 6.0477 9(74,808) CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES Interest paid (1.389) 6.52,703 (10,468) Principal payments on long-term capital financing 3.526 223,054 232,20 Proceeds from long-term capital financing 35 14,752 1,516 Acquisitions of capital assets 35 216,364 36,389 Net Cash Provided (Used) by Capital and Related Financing Activities 96,381 182,237 119,849 113,589 Receipt of interest 923,614 182,237 19,849 113,589 Proceeds from sale of investment securities 6,873,370 19,849 113,589 Proceeds from sale of investment securities (7,307,097) 14,688 (73,309) Purchases of investment securities (89,887) 182,237 109,761 (43,551) Purchases of investment securities (25,152) 541,125	Operating grants and donations received	7,876	-	4,121	11
Other noncapital financing sources - 4,464 Net Cash Provided (Used) by Noncapital Financing Activities 6,377 - 60,477 97,480 CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES Interest paid (1,389) - (52,703) (10,468) Principal payments on long-term capital financing 3,526) - 122,5054 222,2054 Proceeds from long-term capital financing - - 223,054 222,20 Proceeds from sale of capital assets 35 - 14,752 1,516 Acquisitions of capital assets (4,758) - 161,301 144,702 Acquisitions of capital assets (4,758) - 161,301 144,704 CASH FLOWS FROM INVESTING ACTIVITIES Receipt of interest Porceeds from sale of investment securities 923,614 182,237 19,849 113,589 Porceeds from sale of investment securities (873,370) - 104,608 373,2300 Purchases of investment securities (873,370) 182,237 109,761 43,951 </td <td>Taxes and license fees collected</td> <td>4</td> <td>-</td> <td>-</td> <td>142,218</td>	Taxes and license fees collected	4	-	-	142,218
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES (1,389) . (52,703) (10,468) Principal payments on long-term capital financing (3,526) . (129,558) (22,574) (22,504) (23,220) Proceeds from long-term capital financing . . . 223,054 23,220 Proceeds from sale of capital assets 14,752 . 1,516 Acquisitions of capital assets .	Distributions to other governments	-	-	-	(38,674)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES Interest paid (1,389) . (52,703) (10,468) Principal payments on long-term capital financing (3,526) . (129,558) (22,574) Proceeds from sole of capital anserts 35 . 223,054 23,220 Proceeds from sale of capital assets (4,758) . (216,846) (36,398) Net Cash Provided (Used) by Capital and Related Financing Activities (9,638) . (161,301) (44,704) CASH FLOWS FROM INVESTING ACTIVITIES Receipt of interest 923,614 182,237 19,849 113,589 Proceeds from sale of investment securities 6,873,370 . 104,600 574,760 Purchases of investment securities (7,307,907) . 104,600 574,760 Purchases of investment securities (25,152) 541,125 22,951 (33,591) Ash and Pooled Investments, July 1 54,868 3,478,756 461,136 307,813 Cash and Pooled Investments, June 30 \$29,716 \$40,138 \$33,224 \$76,664 Adjustments to Reconcile Operating Income (Loss) \$2,40,	Other noncapital financing sources	-	-	-	4,464
Interest paid (1,389) (52,703) (10,468) Principal payments on long-term capital financing (3,526) (129,558) (22,574) Proceeds from long-term capital financing 23,254 23,220 Proceeds from sale of capital assets 35 14,752 1,516 Acquisitions of capital assets (4,758) (216,846) (36,398) Net Cash Provided (Used) by Capital and Related Financing Activities (9,638) (161,301) (44,704) (161,301) (44,704) (161,301) (44,704) (161,301) (44,704) (161,301) (44,704) (161,301	Net Cash Provided (Used) by Noncapital Financing Activities	6,377	-	(60,477)	(97,480)
Principal payments on long-term capital financing (3,526) (129,558) (22,574) Proceeds from long-term capital financing 3 23,220 23,220 Proceeds from sale of capital assets (4,758) - (21,646) (36,398) Acquisitions of capital assets (4,758) - (216,846) (36,398) Net Cash Provided (Used) by Capital and Related Financing Activities (9,638) - (161,301) (44,704) CASH FLOWS FROM INVESTING ACTIVITIES Receipt of interest 923,614 182,237 19,849 113,589 Proceeds from sale of investment securities 6,873,370 - (14,680) 574,760 Purchases of investment securities (7,307,097) - (14,688) (732,300) Net Cash Provided (Used) by Investing Activities 489,887 182,237 109,761 433,951 Net Increase (Decrease) in Cash and Pooled Investments (25,152) 541,125 22,951 (13,597) Cash and Pooled Investments, July 1 54,868 3,478,756 461,136 30,78,13 Cash FLOWS FROM OPERATING ACTIVITIES (2,470,443) 333,118 23,294	CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Proceeds from long-term capital financing - 223,054 23,220 Proceeds from sale of capital assets 35 - 14,752 1,516 Acquisitions of capital assets (4,758) - (216,846) 36,398 Net Cash Provided (Used) by Capital and Related Financing Activities (9,638) - (16,130) (44,708) CASH FLOWS FROM INVESTING ACTIVITIES Receipt of interest 923,614 182,237 19,849 113,589 Proceeds from sale of investment securities (6,873,370) - 104,600 574,760 Purchases of investment securities (7,307,097) - (14,688) (732,300) Net Cash Provided (Used) by Investing Activities 489,887 182,237 109,761 (43,951) Net Increase (Decrease) in Cash and Pooled Investments (25,152) 541,125 22,951 (13,597) Cash and Pooled Investments, July 1 54,868 3,478,756 461,136 307,813 Cash and Pooled Investments, June 30 \$29,716 \$4,019,881 \$48,087 294,216 Cash and Pooled Investment	Interest paid	(1,389)	-	(52,703)	(10,468)
Proceeds from sale of capital assets 35 - 14,752 1,516 Acquisitions of capital assets (4,758) - (216,846) (36,398) Net Cash Provided (Used) by Capital and Related Financing Activities (9,638) - (161,301) (44,704) CASH FLOWS FROM INVESTING ACTIVITIES Receipt of Interest 923,614 182,237 19,849 113,589 Proceeds from sale of investment securities 6,873,370 - 104,600 574,760 Purchases of investment securities (7,307,097) - 104,600 574,760 Purchases of Decrease) in Cash and Pooled Investments 489,887 182,237 109,761 (43,951) Net Increase (Decrease) in Cash and Pooled Investments (25,152) 541,125 22,951 (13,597) Cash and Pooled Investments, July 1 54,868 3,478,756 461,136 307,813 Cash FLOWS FROM OPERATING ACTIVITIES \$29,716 \$333,118 \$23,294 \$76,664 Adjustments to Reconcile Operating Income (Loss) \$2,470,443 \$333,118 \$23,294 \$76,664	Principal payments on long-term capital financing	(3,526)	-	(129,558)	(22,574)
Acquisitions of capital assets (4,758) - (216,846) (36,388) Net Cash Provided (Used) by Capital and Related Financing Activities (9,638) - (161,301) (44,704) CASH FLOWS FROM INVESTING ACTIVITIES Receipt of interest 923,614 182,237 19,849 113,589 Proceeds from sale of investment securities 6,873,370 - (14,688) 732,300 Purchases of investment securities (7,307,097) - (14,688) 732,300 Net Cash Provided (Used) by Investing Activities 489,887 182,237 109,761 (43,951) Net Increase (Decrease) in Cash and Pooled Investments (25,152) 541,125 22,951 (13,597) Cash and Pooled Investments, July 1 54,868 3,478,756 461,136 307,813 Cash and Pooled Investments, June 30 \$ (2,470,443) 333,118 \$ 23,294 76,664 CASH FLOWS FROM OPERATING ACTIVITIES Operating Income (Loss) \$ (2,470,443) 333,118 \$ 23,294 76,664 Adjustments to Reconcile Operating Income 10,281 - 67,868 16,201 Chang	Proceeds from long-term capital financing	-	-	223,054	23,220
Net Cash Provided (Used) by Capital and Related Financing Activities (9,638) - (161,301) (44,704) CASH FLOWS FROM INVESTING ACTIVITIES Paga,614 182,237 19,849 113,589 Proceeds from sale of investment securities 6,873,370 - 104,600 574,760 Purchases of investment securities (7,307,097) - (14,688) (732,300) Net Cash Provided (Used) by Investing Activities 489,887 182,237 109,761 (43,951) Net Increase (Decrease) in Cash and Pooled Investments (25,152) 541,125 22,951 (13,597) Cash and Pooled Investments, July 1 54,868 3,478,756 461,136 307,813 Cash and Pooled Investments, July 3 29,716 481,098 294,216 Cash and Pooled Investments, July 1 54,868 3,478,756 461,136 307,813 Cash and Pooled Investments, July 3 8 22,951 (13,597) Cash and Pooled Investments, July 1 8 2,470,443 333,118 23,294 76,664 Cash and Pooled Investments, July 1 1 1 2 67,868 16,	Proceeds from sale of capital assets	35	-	14,752	1,516
CASH FLOWS FROM INVESTING ACTIVITIES Receipt of interest 923,614 182,237 19,849 113,589 Proceeds from sale of investment securities 6,873,370 - 104,600 574,760 Purchases of investment securities (7,307,097) - (14,688) (732,300) Net Cash Provided (Used) by Investing Activities 489,887 182,237 109,761 (43,951) Net Increase (Decrease) in Cash and Pooled Investments (25,152) 541,125 22,951 (13,597) Cash and Pooled Investments, July 1 54,868 3,478,756 461,136 307,813 Cash and Pooled Investments, June 30 \$29,716 \$4,019,881 \$484,087 \$294,216 CASH FLOWS FROM OPERATING ACTIVITIES Operating Income (Loss) \$(2,470,443) \$333,118 \$23,294 \$76,664 Adjustments to Reconcile Operating Income (Loss) \$(2,470,443) \$333,118 \$23,294 \$76,664 Change in Assets: Decrease (Increase) Receivables (net of allowance) \$(108,875) 26,996 22,916 (21,170) <	Acquisitions of capital assets	(4,758)	-	(216,846)	(36,398)
Receipt of interest 923,614 182,237 19,849 113,589 Proceeds from sale of investment securities 6,873,370 - 104,600 574,760 Purchases of investment securities (7,307,097) - (14,688) (732,300) Net Cash Provided (Used) by Investing Activities 489,887 182,237 109,761 (43,951) Net Increase (Decrease) in Cash and Pooled Investments (25,152) 541,125 22,951 (13,597) Cash and Pooled Investments, July 1 54,868 3,478,756 461,136 307,813 Cash and Pooled Investments, June 30 \$29,716 \$4,019,881 \$484,087 294,216 CASH FLOWS FROM OPERATING ACTIVITIES Operating Income (Loss) \$(2,470,443) \$333,118 \$23,294 \$76,664 Adjustments to Reconcile Operating Income (10,281) - 67,868 16,201 Change in Assets: Decrease (Increase) 10,281 - 67,868 16,201 Change in Assets: Decrease (Increase) 27 - (4,057) 11,944 Prepaid expenses 20,271 <td>Net Cash Provided (Used) by Capital and Related Financing Activities</td> <td>(9,638)</td> <td>-</td> <td>(161,301)</td> <td>(44,704)</td>	Net Cash Provided (Used) by Capital and Related Financing Activities	(9,638)	-	(161,301)	(44,704)
Proceeds from sale of investment securities 6,873,370 - 104,600 574,760 Purchases of investment securities (7,307,097) - (14,688) (732,300) Net Cash Provided (Used) by Investing Activities 489,887 182,237 109,761 (43,951) Net Increase (Decrease) in Cash and Pooled Investments (25,152) 541,125 22,951 (13,597) Cash and Pooled Investments, July 1 54,868 3,478,756 461,136 307,813 Cash and Pooled Investments, June 30 \$29,716 \$4,019,881 \$48,087 294,216 CASH FLOWS FROM OPERATING ACTIVITIES Operating Income (Loss) \$(2,470,443) 333,118 23,294 76,664 Adjustments to Reconcile Operating Income (10,281) - 67,868 16,201 Closs) to Net Cash Provided by Operations: 10,281 - 67,868 16,201 Change in Assets: Decrease (Increase) 20,910 (21,170) (21,170) Inventories 27 26,996 22,916 (21,170) Prepaid expenses 23 3,304	CASH FLOWS FROM INVESTING ACTIVITIES				
Purchases of investment securities (7,307,097) - (14,688) (732,300) Net Cash Provided (Used) by Investing Activities 489,887 182,237 109,761 (43,951) Net Increase (Decrease) in Cash and Pooled Investments (25,152) 541,125 22,951 (13,597) Cash and Pooled Investments, July 1 54,868 3,478,756 461,136 307,813 Cash and Pooled Investments, June 30 \$29,716 \$4,019,881 \$484,087 \$294,216 CASH FLOWS FROM OPERATING ACTIVITIES Operating Income (Loss) \$(2,470,443) \$333,118 \$23,294 76,664 Adjustments to Reconcile Operating Income (Loss) \$(2,470,443) \$333,118 \$23,294 76,664 Adjustments to Reconcile Operating Income (Loss) \$(2,470,443) \$333,118 \$23,294 76,664 Change in Assets: Decrease (Increase) Receivables (net of allowance) \$(108,875) \$26,996 \$22,916 \$(21,170) Inventories 27 \$(4,057) \$11,944 Prepaid expenses 23 \$3,304 969	Receipt of interest	923,614	182,237	19,849	113,589
Net Cash Provided (Used) by Investing Activities 489,887 182,237 109,761 (43,951) Net Increase (Decrease) in Cash and Pooled Investments (25,152) 541,125 22,951 (13,597) Cash and Pooled Investments, July 1 54,868 3,478,756 461,136 307,813 Cash and Pooled Investments, June 30 \$29,716 \$4,019,881 \$484,087 \$294,216 CASH FLOWS FROM OPERATING ACTIVITIES Operating Income (Loss) \$(2,470,443) \$333,118 \$23,294 \$76,664 Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operations 10,281 5 67,868 16,201 Change in Assets: Decrease (Increase) 10,281 5 26,996 22,916 (21,170) Inventories 27 6 (4,057) 11,944 Prepaid expenses 23 3 3,304 969 Change in Liabilities: Increase (Decrease) 2,057,209 (1,226) 21,643 87,930	Proceeds from sale of investment securities	6,873,370	-	104,600	574,760
Net Increase (Decrease) in Cash and Pooled Investments (25,152) 541,125 22,951 (13,597) Cash and Pooled Investments, July 1 54,868 3,478,756 461,136 307,813 Cash and Pooled Investments, June 30 \$ 29,716 \$ 4,019,881 \$ 484,087 \$ 294,216 CASH FLOWS FROM OPERATING ACTIVITIES Operating Income (Loss) \$ (2,470,443) \$ 333,118 \$ 23,294 \$ 76,664 Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operations: Depreciation 10,281 - 67,868 16,201 Change in Assets: Decrease (Increase) Receivables (net of allowance) (108,875) 26,996 22,916 (21,170) Inventories 27 - (4,057) 11,944 Prepaid expenses 23 - 3,304 969 Change in Liabilities: Increase (Decrease) Payables 2,057,209 (1,226) 21,643 87,930	Purchases of investment securities	(7,307,097)	-	(14,688)	(732,300)
Cash and Pooled Investments, July 1 54,868 3,478,756 461,136 307,813 Cash and Pooled Investments, June 30 \$ 29,716 \$ 4,019,881 \$ 484,087 \$ 294,216 CASH FLOWS FROM OPERATING ACTIVITIES Operating Income (Loss) \$ (2,470,443) \$ 333,118 \$ 23,294 \$ 76,664 Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operations: Depreciation 10,281 - 67,868 16,201 Change in Assets: Decrease (Increase) Receivables (net of allowance) (108,875) 26,996 22,916 (21,170) Inventories 27 - (4,057) 11,944 Prepaid expenses 23 - 3,304 969 Change in Liabilities: Increase (Decrease) Payables	Net Cash Provided (Used) by Investing Activities	489,887	182,237	109,761	(43,951)
Cash and Pooled Investments, June 30 \$ 29,716 \$ 4,019,881 \$ 484,087 \$ 294,216 CASH FLOWS FROM OPERATING ACTIVITIES Operating Income (Loss) \$ (2,470,443) \$ 333,118 \$ 23,294 \$ 76,664 Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operations: Depreciation 10,281 - 67,868 16,201 Change in Assets: Decrease (Increase) Receivables (net of allowance) (108,875) 26,996 22,916 (21,170) Inventories 27 - (4,057) 11,944 Prepaid expenses 23 - 3,304 969 Change in Liabilities: Increase (Decrease) Payables 2,057,209 (1,226) 21,643 87,930	Net Increase (Decrease) in Cash and Pooled Investments	(25,152)	541,125	22,951	(13,597)
CASH FLOWS FROM OPERATING ACTIVITIES Operating Income (Loss) \$ (2,470,443) \$ 333,118 \$ 23,294 \$ 76,664 Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operations: Uperceiation 10,281 - 67,868 16,201 Change in Assets: Decrease (Increase) Receivables (net of allowance) (108,875) 26,996 22,916 (21,170) Inventories 27 - (4,057) 11,944 Prepaid expenses 23 - 3,304 969 Change in Liabilities: Increase (Decrease) Payables 2,057,209 (1,226) 21,643 87,930	Cash and Pooled Investments, July 1	54,868	3,478,756	461,136	307,813
Operating Income (Loss) \$ (2,470,443) \$ 333,118 \$ 23,294 76,664 Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operations: Depreciation 10,281 - 67,868 16,201 Change in Assets: Decrease (Increase) Receivables (net of allowance) (108,875) 26,996 22,916 (21,170) Inventories 27 - (4,057) 11,944 Prepaid expenses 23 - 3,304 969 Change in Liabilities: Increase (Decrease) Payables 2,057,209 (1,226) 21,643 87,930	Cash and Pooled Investments, June 30	\$ 29,716	\$ 4,019,881	\$ 484,087	\$ 294,216
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operations: Depreciation 10,281 - 67,868 16,201 Change in Assets: Decrease (Increase) Receivables (net of allowance) (108,875) 26,996 22,916 (21,170) Inventories 27 - (4,057) 11,944 Prepaid expenses 23 - 3,304 969 Change in Liabilities: Increase (Decrease) Payables 2,057,209 (1,226) 21,643 87,930	CASH FLOWS FROM OPERATING ACTIVITIES				
(Loss) to Net Cash Provided by Operations: Depreciation 10,281 - 67,868 16,201 Change in Assets: Decrease (Increase) Receivables (net of allowance) (108,875) 26,996 22,916 (21,170) Inventories 27 - (4,057) 11,944 Prepaid expenses 23 - 3,304 969 Change in Liabilities: Increase (Decrease) Payables 2,057,209 (1,226) 21,643 87,930	Operating Income (Loss)	\$ (2,470,443)	\$ 333,118	\$ 23,294	\$ 76,664
(Loss) to Net Cash Provided by Operations: Depreciation 10,281 - 67,868 16,201 Change in Assets: Decrease (Increase) Receivables (net of allowance) (108,875) 26,996 22,916 (21,170) Inventories 27 - (4,057) 11,944 Prepaid expenses 23 - 3,304 969 Change in Liabilities: Increase (Decrease) Payables 2,057,209 (1,226) 21,643 87,930	Adjustments to Reconcile Operating Income				
Change in Assets: Decrease (Increase) Receivables (net of allowance) (108,875) 26,996 22,916 (21,170) Inventories 27 - (4,057) 11,944 Prepaid expenses 23 - 3,304 969 Change in Liabilities: Increase (Decrease) Payables 2,057,209 (1,226) 21,643 87,930					
Receivables (net of allowance) (108,875) 26,996 22,916 (21,170) Inventories 27 - (4,057) 11,944 Prepaid expenses 23 - 3,304 969 Change in Liabilities: Increase (Decrease) Payables 2,057,209 (1,226) 21,643 87,930	Depreciation	10,281	-	67,868	16,201
Receivables (net of allowance) (108,875) 26,996 22,916 (21,170) Inventories 27 - (4,057) 11,944 Prepaid expenses 23 - 3,304 969 Change in Liabilities: Increase (Decrease) Payables 2,057,209 (1,226) 21,643 87,930	Change in Assets: Decrease (Increase)				
Prepaid expenses 23 - 3,304 969 Change in Liabilities: Increase (Decrease) Payables 2,057,209 (1,226) 21,643 87,930		(108,875)	26,996	22,916	(21,170)
Change in Liabilities: Increase (Decrease) 2,057,209 (1,226) 21,643 87,930	Inventories	27	-	(4,057)	11,944
Payables 2,057,209 (1,226) 21,643 87,930	Prepaid expenses	23	-	3,304	969
	Change in Liabilities: Increase (Decrease)				
Net Cash or Cash Equivalents Provided by (Used in) Operating Activities \$\\$(511,778)\$ \$\\$358,888\$ \$\\$134,968\$ \$\\$172,538\$	Payables	2,057,209	(1,226)	21,643	87,930
	Net Cash or Cash Equivalents Provided by (Used in) Operating Activities	\$ (511,778)	\$ 358,888	\$ 134,968	\$ 172,538

Continued

	Governmental Activities
Total	Internal Service Funds
\$ 5,220,818	\$ 1,930,873
(4,298,184)	(1,542,042)
(949,889)	(374,448)
181,871	46,110
154,616	60,493
114,238	107,894
(385,838)	(82,516)
12,008	5,685
142,222	-
(38,674)	- (2)
4,464	(3)
(151,580)	31,060
(64,560)	(8,957)
(155,658)	(26,920)
246,274	38,134
16,303	5,320
(258,002)	(79,957)
(215,643)	(72,380)
1,239,289	14,855
7,552,730	230,726
(8,054,085)	(228,437)
737,934	17,144
737,734	17,177
525,327	36,317
4,302,573	583,936
\$ 4,827,900	\$ 620,253
	-
\$ (2,037,367)	\$ (53,584)
94,350	68,286
(80,133)	(65,414)
7,914	(1,297)
4,296	(968)
2,165,556	113,470
\$ 154,616	\$ 60,493
÷ 101,010	ψ 00,170

Statement of Cash Flows PROPRIETARY FUNDS

For the Fiscal Year Ended June 30, 2008 (expressed in thousands)

Business-Type Activities

		Enterprise	Funds	
		Nonmajor		
	Workers' Compensation	, ,	Education Student Services	Enterprise Funds
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES				
Contributions of capital assets	\$ -	\$ -	\$ -	\$ -
Amortization of annuity prize liability	-	-	-	22,659
Increase (decrease) in fair value of investments	421,234	-	(1,795)	(79,982)
Refunding bonds issued	-	-	90,975	-
Refunded bonds redeemed	-	-	(91,540)	-
Amortization of debt premium (issue costs/discount)	-	-	361	-
Accretion of interest on zero coupon bonds	-	-	-	(3,825)
Increase in ownership of joint venture		-	48,242	-

Concluded

Governmental Activities

Total	nternal Service Funds
 . otu.	
\$ -	\$ 4,834
22,659	-
339,457	1,020
90,975	-
(91,540)	-
361	-
(3,825)	-
48,242	-

Statement of Fiduciary Net Assets FIDUCIARY FUNDS June 30, 2008 (expressed in thousands)

ASSETS Current Assets:		Private- Purpose Trust	Local Government Investment Pool	Pension and Other Employee Benefit Plans	Agency Funds
Cash and pooled investments \$ 9,031 \$ 2,241,849 \$ 336,581 \$ 281,662 Investments 3,446,978 - - Receivables, pension and other employee benefit plans: \$	ASSETS				
Investments - 3,446,978	Current Assets:				
Employers - - 112,936 - Members (net of allowance) - - 3,056 - Interest and dividends - - 189,361 - Investment trades pending - - 372,817 - Other receivables, all other funds - 18,655 - 15,609 Due from other funds - - - 46,251 2,583 Due from other governments - - - 36,732 Total Current Assets 9,031 5,707,482 1,061,002 336,586 Noncurrent Assets - - - - 36,732 Total Current Assets - - - - 36,732 Noncurrent Assets - - - - - - 36,732 Total Current Assets - - - - - - - - - - - - - - - - -	·	\$ 9,031 -		\$ 336,581 -	\$ 281,662 -
Members (net of allowance) - - 3,056 - Interest and dividends - - 189,361 - Investment trades pending - - 372,817 - Other receivables, all other funds - 18,655 - 15,609 Due from other governments - - 46,251 2,583 Due from other governments - - - 36,732 Total Current Assets 9,031 5,707,482 1,061,002 336,586 Noncurrent Assets: Investments, noncurrent, pension and other employee benefit plans: - - 2,622,027 - Public equity - - 2,622,027 - Fixed income - - 13,626,393 - Private equity - - 13,837,207 - Real estate - - 8,688,560 - Security lending - - 1,612,050 - Liquidity - - 447,753 -					
Interest and dividends - - 189,361 - Investment trades pending - - 372,817 - Other receivables, all other funds - 18,655 - 15,609 Due from other funds - - - 46,251 2,583 Due from other governments - - - - - 36,732 Total Current Assets 9,031 5,707,482 1,061,002 336,586 Noncurrent Assets: Investments, noncurrent, pension and other employee benefit plans: - - 28,622,027 - Public equity - - 13,626,393 - Fixed income - - 13,626,393 - Private equity - - 13,837,207 - Real estate - - 8,688,560 - Security lending - - 3,979,830 - Liquidity - - 447,753 - Tangible asset - -<		-	-	,	-
Investment trades pending		- -	- -		- -
Due from other funds - - 46,251 2,583 Due from other governments - - - - 36,732 Total Current Assets Noncurrent Assets: Investments, noncurrent, pension and other employee benefit plans: Public equity - - 28,622,027 - Fixed income - - 13,626,393 - Private equity - - 13,837,207 - Real estate - - 8,688,560 - Security lending - - 3,979,830 - Liquidity - - 1,612,050 - Tangible asset - - 447,753 - Other - - 422,013 -		-	-	- 1	-
Due from other governments - - - 36,732 Total Current Assets: Noncurrent Assets: Investments, noncurrent, pension and other employee benefit plans: Security lending - - 28,622,027 - - Public equity - - 13,626,393 - - Fixed income - - 13,837,207 - - Private equity - - 13,837,207 - - Real estate - - 8,688,560 - - Security lending - - 3,979,830 - Liquidity - - 1,612,050 - Tangible asset - - 447,753 - Other - - 422,013 -	•	-	18,655	-	,
Noncurrent Assets: 9,031 5,707,482 1,061,002 336,586 Noncurrent Assets: Investments, noncurrent, pension and other employee benefit plans: Public equity - - 28,622,027 - Pixed income - - 13,626,393 - Private equity - - 13,837,207 - Real estate - - 8,688,560 - Security lending - - 3,979,830 - Liquidity - - 1,612,050 - Tangible asset - - 447,753 - Other - - 422,013 -		-	-	46,251	
Noncurrent Assets: Investments, noncurrent, pension and other employee benefit plans: Public equity - - 28,622,027 - Pixed income - - 13,626,393 - Private equity - - 13,837,207 - Real estate - - 8,688,560 - Security lending - - 3,979,830 - Liquidity - - 1,612,050 - Tangible asset - - 447,753 - Other - 422,013 -		9.031	5.707.482	1.061.002	
Investments, noncurrent, pension and other employee benefit plans: Public equity - - 28,622,027 - Fixed income - - 13,626,393 - Private equity - - 13,837,207 - Real estate - - 8,688,560 - Security lending - - 3,979,830 - Liquidity - - 1,612,050 - Tangible asset - - 447,753 - Other - 422,013 -		,,,,,	., . ,	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	
other employee benefit plans: - - 28,622,027 - Public equity - - 13,626,393 - Private equity - - 13,837,207 - Real estate - - 8,688,560 - Security lending - - 3,979,830 - Liquidity - - 1,612,050 - Tangible asset - 447,753 - Other - 422,013 -					
Public equity - - 28,622,027 - Fixed income - - 13,626,393 - Private equity - - 13,837,207 - Real estate - - 8,688,560 - Security lending - - 3,979,830 - Liquidity - - 1,612,050 - Tangible asset - 447,753 - Other - 422,013 -					
Private equity - - 13,837,207 - Real estate - - 8,688,560 - Security lending - - 3,979,830 - Liquidity - - 1,612,050 - Tangible asset - - 447,753 - Other - 422,013 -	Public equity	-	-	28,622,027	-
Real estate - 8,688,560 - Security lending - 3,979,830 - Liquidity - 1,612,050 - Tangible asset - 447,753 - Other - 422,013 -		-	-		-
Security lending - - 3,979,830 - Liquidity - - 1,612,050 - Tangible asset - - 447,753 - Other - 422,013 -	, ,	-	-		-
Liquidity - - 1,612,050 - Tangible asset - - 447,753 - Other - 422,013 -		-	-		-
Other - 422,013 -		-	-		-
	Tangible asset	-	-		-
Investments, noncurrent, all other funds 23,082 1,024,781 - 54,916		-	1 004 701	422,013	-
Other noncurrent assets 63,830		23,082	1,024,781	-	
Capital assets:		-	-	-	05,050
Furnishings, equipment, and collections 81		81	-	-	-
Accumulated depreciation (81)	•		-	-	-
Total Noncurrent Assets 23,082 1,024,781 71,235,833 118,746	Total Noncurrent Assets	23,082	1,024,781	71,235,833	118,746
Total Assets 32,113 6,732,263 72,296,835 \$ 455,332	Total Assets	32,113	6,732,263	72,296,835	\$ 455,332
LIABILITIES Accounts payable 121 - \$ 21,487		121	_	_	\$ 21.487
Contracts and retainages payable 39,466		-	-	-	, , , , , ,
Accrued liabilities 149 291 961,454 115,001	Accrued liabilities	149		,	
Obligations under security lending agreements - 113,595 3,971,818 16,932		-			
Due to other funds - 46 47,647 6,768 Due to other governments - - - - 191,848		-	46	47,647	
Unearned revenues 812		- -	- -	812	191,040
Other long-term liabilities 63,830		-	-		63,830
Total Liabilities 270 113,932 4,981,731 \$ 455,332	Total Liabilities	270	113,932	4,981,731	\$ 455,332
NET ASSETS Net assets held in trust for:	Net assets held in trust for:				
Pension benefits 64,880,910		-	-		
Deferred compensation participants - 2,434,194 Local government pool participants - 6,618,331 -		-	- 6 610 221	2,434,194	
Individuals, organizations & other governments 31,843		31,843	0,010,331 -	-	
Total Net Assets \$ 31,843 \$ 6,618,331 \$ 67,315,104	ů ů		\$ 6,618,331	\$ 67,315,104	

Statement of Changes in Fiduciary Net Assets FIDUCIARY FUNDS

FIDUCIARY FUNDS
For the Fiscal Year Ended June 30, 2008
(expressed in thousands)

	Private- Purpose Trust	Local Government Investment Pool	Pension and Other Employee Benefit Plans
ADDITIONS			
Contributions:			
Employers	\$ -	\$ -	\$ 907,675
Members	-	-	907,231
State	-	-	60,546
Pool participants	<u> </u>	14,895,563	188,735
Total Contributions		14,895,563	2,064,187
Investment Income:			
Net appreciation (depreciation) in fair value	-	-	(2,958,775)
Interest and dividends	-	267,102	2,095,780
Less: Investment expenses		-	(246,356)
Net Investment Income	-	267,102	(1,109,351)
Other Additions:			
Escheated property	82,899	-	-
Transfers from other pension plans	· -	-	330,005
Other contracts, grants and miscellaneous	43	1	835
Total Other Additions	82,942	1	330,840
Total Additions	82,942	15,162,666	1,285,676
DEDUCTIONS			
Pension benefits	-	-	2,502,419
Pension refunds	-	-	208,482
Transfers to other pension plans	-	-	330,005
Administrative expenses	3,057	3,897	3,797
Distributions to pool participants	-	14,349,674	135,876
Payments to or on behalf of individuals, organizations and			
other governments in accordance with trust agreements	101,373	-	-
Total Deductions	104,430	14,353,571	3,180,579
Net Increase (Decrease)	(21,488)	809,095	(1,894,903)
Net Assets - Beginning, as restated	53,331	5,809,236	69,210,007
Net Assets - Ending	\$ 31,843	\$ 6,618,331	\$ 67,315,104

Statement of Fund Net Assets COMPONENT UNITS

June 30, 2008 (expressed in thousands)

	Public Stadium	Nonmajor Component Units	Total
ASSETS			
Current Assets:			
Cash and pooled investments	\$ 6,543	\$ 10,881	\$ 17,424
Investments	5,964	35,166	41,130
Other receivables (net of allowance)	583	818	1,401
Prepaid expenses	25	211	236
Total Current Assets	13,115	47,076	60,191
Noncurrent Assets:			
Investments, noncurrent	19,633	2,408	22,041
Other noncurrent assets	-	42,518	42,518
Capital assets:			
Land	34,677	-	34,677
Buildings	459,132	-	459,132
Furnishings and equipment	23,611	1,226	24,837
Accumulated depreciation	(113,999)	(1,030)	(115,029)
Construction in progress	90	-	90
Total Noncurrent Assets	423,144	45,122	468,266
Total Assets	\$ 436,259	\$ 92,198	\$ 528,457
LIABILITIES			
Current Liabilities:			
Accounts payable	\$ 283	\$ 12,938	\$ 13,221
Contracts and retainages payable	2,908	-	2,908
Accrued liabilities	3,761	65	3,826
Unearned revenues	82	2,405	2,487
Total Current Liabilities	7,034	15,408	22,442
Noncurrent Liabilities:			
Other long-term liabilities	34,934	_	34,934
Total Noncurrent Liabilities	34,934	-	34,934
Total Liabilities	41,968	15,408	57,376
Total Elabilities	41,700	13,400	37,370
NET ASSETS			
Invested in capital assets, net of related debt	364,984	196	365,180
Restricted for deferred sales tax	23,592	-	23,592
Restricted for other purposes	-	500	500
Unrestricted	5,715	76,094	81,809
Total Net Assets (Deficit)	\$ 394,291	\$ 76,790	\$ 471,081

Statement of Revenues, Expenses, and Changes in Fund Net Assets COMPONENT UNITS For the Fiscal Year Ended June 30, 2008 (expressed in thousands)

	Public Stadium	Nonmajor Component Units	Total
OPERATING REVENUES			
Charges for services	\$ 952	\$ 15,103	\$ 16,055
Total Operating Revenues	952	15,103	16,055
OPERATING EXPENSES			
Salaries and wages	379	4,515	4,894
Employee benefits	66	1,414	1,480
Personal services	160	1,425	1,585
Goods and services	2,526	2,344	4,870
Travel	4	26	30
Depreciation and amortization	16,200	124	16,324
Miscellaneous expenses	-	210	210
Total Operating Expenses	19,335	10,058	29,393
Operating Income (Loss)	(18,383)	5,045	(13,338)
NONOPERATING REVENUES (EXPENSES)			
Earnings (loss) on investments	3,404	3,115	6,519
Operating grants and contributions	-	240	240
Distributions of operating grants	_	(240)	(240)
Total Nonoperating Revenues (Expenses)	3,404	3,115	6,519
Income (Loss) Before Contributions and Transfers	(14,979)	8,160	(6,819)
Capital grants and contributions	829	-	829
Total Contributions and Transfers	829	-	829
Change in Net Assets	(14,150)	8,160	(5,990)
Net Assets - Beginning, as restated	408,441	68,630	477,071
Net Assets - Ending	\$ 394,291	\$ 76,790	\$ 471,081

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